

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**SB 2496**

January 15, 2010

**SUMMARY OF BILL:** Defines “civic art center” as a community center for the arts within Blount County which has a 1,100 seat performance hall, two buildings and an outdoor plaza, and allows alcoholic beverages to be served during ticketed events, private functions or rented events open to the public. The bill authorizes the sale of wine and other alcoholic beverages for on-premise consumption in a civic art center and establishes an annual license fee of \$150 with a one-time registration fee of \$300.

**ESTIMATED FISCAL IMPACT:**

**Increase State Revenue – Not Significant**

**Increase State Expenditures – Not Significant**

**Increase Local Revenue – Not Significant/Permissive**

**Increase Local Expenditures – Not Significant/Permissive**

**Assumptions:**

- The provisions of the bill will only apply to the Clayton Center for the Arts.
- No additional personnel or resources will be needed by the Alcoholic Beverage Commission
- An initial license application fee of \$300 and a \$150 annual renewal fee to the State.
- Any increase in local government expenditures related to the administrative cost of collecting local privilege taxes associated with such licenses is estimated to be not significant.
- The local privilege tax in Blount County is \$150.
- Upon licensing, the entity will be assessed state and local sales taxes on alcoholic beverage sales, 15% liquor-by-the-drink tax on each alcoholic beverage sold and any applicable county or city privilege tax.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director

/agl